

ALARION FINANCIAL SERVICES, INC.

	CPP Disbursement Date 01/23/2009	RSSD (Holding Company) 3382891	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$309	\$302	-2.4%		
Loans	\$238	\$225	-5.5%		
Construction & development	\$49	\$32	-34.8%		
Closed-end 1-4 family residential	\$58	\$61	5.7%		
Home equity	\$11	\$10	-6.2%		
Credit card	\$0	\$0			
Other consumer	\$2	\$2	-18.2%		
Commercial & Industrial	\$24	\$20	-13.1%		
Commercial real estate	\$76	\$78	2.6%		
Unused commitments	\$31	\$18	-42.1%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$30	\$49	62.8%		
Asset-backed securities	\$0	\$0			
Other securities	\$1	\$0	-100.0%		
Cash & balances due	\$12	\$3	-72.8%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$283	\$277	-2.1%		
Deposits	\$254	\$252	-0.6%		
Total other borrowings	\$29	\$24	-16.0%		
FHLB advances	\$21	\$21	0.0%		
Equity					
Equity capital at quarter end	\$26	\$25	-5.5%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$4	\$2	NA		
Performance Ratios					
Tier 1 leverage ratio	8.4%	7.6%	--		
Tier 1 risk based capital ratio	10.3%	10.2%	--		
Total risk based capital ratio	11.5%	11.5%	--		
Return on equity ¹	6.3%	-8.7%	--		
Return on assets ¹	0.5%	-0.7%	--		
Net interest margin ¹	3.1%	3.2%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	106.8%	70.6%	--		
Loss provision to net charge-offs (qtr)	187.5%	46.5%	--		
Net charge-offs to average loans and leases ¹	0.3%	2.8%	--		
¹ Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	3.5%	8.9%	0.0%	2.2%	--
Closed-end 1-4 family residential	1.3%	1.8%	0.3%	0.1%	--
Home equity	0.0%	0.0%	0.0%	5.8%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.0%	1.5%	1.1%	0.0%	--
Commercial & Industrial	0.0%	0.8%	0.0%	1.0%	--
Commercial real estate	0.5%	2.2%	0.0%	0.1%	--
Total loans	1.2%	2.6%	0.1%	0.8%	--